



**EXTRACT FROM THE MINUTES OF THE THIRD SPECIAL COUNCIL
MEETING OF PHUMELELA LOCAL MUNICIPALITY THAT WAS HELD ON
THE 31ST MAY 2019 AT 10H00 IN COUNCIL CHAMBER, VERKYEKERSKOP
FARM SCHOOL.**

ITEM 67/05/2019

RE: FINAL BUDGET 2019 - 2020 FINANCIAL YEAR.

RESOLVED

- That Council note the content of the report on this item
- That council adopts and approves the annual operating and capital budget of the municipality for the 2019/2020 MTRF and the two projected outer years 2020/2021 and 2021/2022 as set out in the following tables:
 - Table A1 – Budget Summary
 - Table A2 – Budgeted Financial Performance (revenue and expenditure by standard classification)
 - Table A3 – Budgeted Financial Performance (revenue and expenditure by municipal vote)
 - Table A4 – Budgeted Financial Performance (revenue and expenditure)
 - Table A5 – Budgeted Capital Expenditure by vote, standard classification and funding
 - Table A6 – Budgeted Financial Position
 - Table A7 – Budgeted Cash flows
 - Table A8 – Cash backed reserves/accumulated surplus reconciliation
 - Table A9 – Asset Management
 - Table A10 – Basic Service delivery measurement
- That Council approves and adopts the budget related policies as reviewed by administration
 - The reviewed policies are as follows:
 - Property Rates Policy
 - Infrastructure Procurement and Delivery Management Policy (new)
 - Tariff Policy
 - Indigent Policy (Amended)
 - Credit Control (Amended) and Debt Collection Policy
 - Supply Chain Management Policy
 - Bank and Investment Policy
 - Budget and Virements Policy
 - Debt Impairment Policy
 - SLUMA Tariffs
 - Accounting policies

- New policies are as follows:
- Infrastructure Procurement and Delivery Management Policy
- That council approves and adopts the new tariffs for the different services and rates and taxes to be implemented as from the 1 July 2019 as outlined on Annexure A (The increases are as follows:
- Property Rates 5.6 % (2019/20), 5.4% (2020/21), 5.4% (2021/22)
 - Water 5.6 % (2019/20), 5.4 % (2020/21), 5.4 % (2021/22)
 - Sanitation 5.6 % (2019/20), 5.4 % (2020/21), 5.4 % (2021/2022)
 - Refuse 5.6 % (2019/20), 5.4 % (2021/22), 5.4 % (2021/22)
 - Electricity 5.6 % (2019/20), 5.4 % (2020/21), 5.4 % (2021/22)
- ❖ Council to note that the electricity tariff is based on the current CPI due to NERSA not realizing the latest benchmark for electricity tariff.
- That Council take notice that the measurable performance objectives must still be determined for the budget year 2019/2020.

Signed By: _____
 Cllr T.J. Motauung
 Mayor

Date: 31.05.2019